GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:289
ANSWERED ON:25.02.2000
OUTSTANDING LIABILITY OF STATES
DINSHA J. PATEL

Will the Minister of FINANCE be pleased to state:

(a) whether attention of the Government has been drawn to the news-item captioned `Reserve Bank report on Statesoutstanding raises concern` appearing in the `Indian Express` dated February 3, 2000;

(b) if so, the reaction of the Government thereto;

(c) whether the outstanding liability of the States is likely to be Rs.409,258 crores by the current financial year;

(d) if so, the details of liability, State-wise;

(e) whether the matter has been taken up with all the concerned State Governments;

(f) the reaction of the State Governments thereto; and
g) the remedial measures proposed by the Government in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

a), c) and d): The news item highlights the issues brought out in the Reserve Bank Report on State Finances,1999-2000 which is based on study of State Budgets. According to the RBI Report,the outstanding liability of the States including NCT of Delhi at the end of 1999-2000 has been assessed at Rs.409,258 crores. State-wise details as brought out on page-S44 of thisReport are enclosed at Annexure.

(b) and (e) to (g): State Governments who are autonomous under the Constitution take measures of their preference from time to time for improving their financial condition. Review of the finances of the Union and the States and suggesting ways in which the Governments collectively and severally may bring about a restructuring of the public finances so as to restore budgetary balance and maintain macroeconomic stability, is within the terms of reference of the Eleventh Finance Commission which is currently in office.

Annexure referred to in reply to part (d) of the Lok Sabha Unstarred Question No. 289 for answer on 25.2.2000.

(State-wise composition of outstanding liabilities (As on 31-03-2000 (BE))

(Rs. in crore.)

Sl.No.	States	Internal Debt	Loan & Advances from Central Government	Provident Fund etc.	Total Debt
1.	Andhra Pr.	8713.00	16306.00	2826.00	27845.00
2.	Arunachal Pr.	279.00	634.00	191.00	1103.00
3	Assam	2400.00	4737.00	1328.00	8466.00
4.	Bihar	6243.00	16347.00	5622.00	28212.00
5.	Goa	371.00	1235.00	331.00	1937.00
6.	Gujarat	4059.00	16037.00	2219.00	22315.00

7Haryana	2034.00	6200.00	3738.00	11973.00
8.Himachal Pr.	959.00	3287.00	1848.00	6094.00
9.J&K	1526.00	4068.00	1726.00	7320.00
10.Karnataka	4527.00	10856.00	3664.00	19047.00
11.Kerala	5236.00	6577.00	5938.00	17751.00
12.Madhya Pr.	4986.00	11045.00	6390.00	22420.00
13.Maharashtra	5741.00	27056.00	4429.00	37226.00
14.Manipur	592.00	409.00	239.00	1240.00
15.Meghalaya	439.00	362.00	146.00	946.00
16.Mizoram	302.00	303.00	279.00	884.00
17.Nagaland	698.00	381.00	461.00	1541.00
18.Orissa	4873.00	8497.00	4538.00	17908.00
19.Punjab	3434.00	14800.00	4697.00	22932.00
20.Rajasthan	6793.00	12281.00	6628.00	25702.00
21.Sikkim	279.00	224.00	150.00	652.00
22.Tamilnadu	5977.00	12580.00	4140.00	22697.00
23.Tripura	507.00	656.00	507.00	1669.00
24.Uttar Pr.	13385.00	35142.00	8542.00	57068.00
25.West Bengal	6288.00	28834.00	3937.00	39060.00
26.NCT Delhi		5251.00		5251.00
Total:	90639.00	244106.00	74514.00	409258.00

Derived from Budget Documents of respective State Governments.